

## **FISCAL NOTE**

TO: Chief Clerk of the Senate  
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 28, 1995

SUBJECT: **SB 401 - HB 647**

This bill, if enacted, will require the Department of Revenue to enter into an agreement with the U.S. Secretary of Treasury to collect Tennessee's unemployment taxes, on domestic workers in private homes, on an annual basis when the domestic employer files his income taxes. Domestic employers would still be required to report wages paid on a quarterly basis.

The fiscal impact from enactment of this bill is estimated to be a decrease in revenues to the Unemployment Trust Fund of \$26,000 from lost interest earnings and a one-time increase in state expenditures of \$45,000 for computer system changes.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director